

# **B. C. H. Leasing Limited**

## **Directors' report and financial statements For the year ended 30 September 2012**

### **Registered office**

25 Gresham Street  
London  
EC2V 7HN

### **Registered number**

2682737

### **Directors**

S A Archer  
M J D Griffiths  
M Rankin  
G J Woodcock

### **Company secretary**

P Gittins



Member of Lloyds Banking Group

## **Directors' report**

For the year ended 30 September 2012

### **Business review**

#### ***Principal activities***

B C H Leasing Limited ("the Company") is a limited company incorporated and domiciled in England and Wales (registered number 2682737)

As a result of a review of the trading arrangements between the Lloyds TSB Asset Finance Division and Inchcape plc in 2006, the Company ceased to write new business from September 2006. All agreements expired in 2010 and the only income in 2011 was from the disposal of the remaining ex-leased assets.


During the year ended 30 September 2012, the Company did not trade or incur any liabilities and consequently has made neither profit nor loss.

### **Directors**

The names of the current directors are shown on the cover.

There have been no changes to directors during the year or since the year end.

On behalf of the board



M Rankin  
Director

16<sup>th</sup> November 2012

## Statement of comprehensive income

For the year ended 30 September 2012

	Note	2012 £'000	2011 £'000
Impairment gains		-	27
Other operating expenses		-	(1)
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<b>Profit before tax</b>	3	-	26
Taxation	6	-	(7)
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<b>Profit for the year attributable to owners of the parent, being total comprehensive income</b>		-	19
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The notes on pages 6 to 8 are an integral part of these financial statements

## Balance sheet

As at 30 September 2012

	Note	2012 £'000	2011 £'000
<b>ASSETS</b>			
Other current assets	7	2,410	2,410
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<b>Total assets</b>		<b>2,410</b>	<b>2,410</b>
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<b>LIABILITIES</b>			
Borrowed funds	8	13	13
Current tax liability		7	7
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<b>Total liabilities</b>		<b>20</b>	<b>20</b>
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<b>EQUITY</b>			
Share capital	9	-	-
Retained profits		2,390	2,390
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<b>Total equity</b>		<b>2,390</b>	<b>2,390</b>
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<b>Total equity and liabilities</b>		<b>2,410</b>	<b>2,410</b>

For the year ended 30 September 2012, the Company was entitled to exemption from audit under section 480 of the Companies Act 2006 ("the Act") relating to dormant companies

### Directors' responsibilities

- The members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476, and
- The directors acknowledge their responsibilities for complying with the requirement of the Act with respect to accounting records and the preparation of accounts

The financial statements on pages 2 to 8 were approved by the board of directors and were signed on its behalf by



M Rankin  
Director

16th November 2012

The accompanying notes are an integral part of the financial statements

## Statement of changes in equity

For the year ended 30 September 2012

	Share capital £'000	Retained profits £'000	Total £'000
<b>At 1 October 2010</b>	-	2,371	2,371
Total comprehensive income for the year	-	19	19
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<b>At 30 September 2011</b>	-	2,390	2,390
Total comprehensive income for the year	-	-	-
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<b>At 30 September 2012</b>	-	2,390	2,390

The notes on pages 6 to 8 are an integral part of these financial statements

## Cash flow statement

For the year ended 30 September 2012

	2012 £'000	2011 £'000
<b>Cash flows generated from operating activities</b>		
Profit before tax	-	26
Adjustments for		
Changes in operating assets and liabilities		
- Net decrease in Other current assets	-	51
- Net decrease in Other current liabilities	-	(39)
<b>Cash generated from operations</b>	-	38
Taxes paid via group relief	-	(38)
<b>Net cash generated from operating activities</b>	-	-
<b>Net increase in cash and cash equivalents</b>	-	-
Cash and cash equivalents at beginning of year	-	-
<b>Cash and cash equivalents at end of year</b>	-	-

The notes on pages 6 to 8 are an integral part of these financial statements

## Notes to the financial statements

For the year ended 30 September 2012

### 1. Accounting policies

#### 1.1 Basis of preparation

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to both years presented, unless otherwise stated. The financial statements have been prepared under the historical cost convention, in compliance with the requirements of the Companies Act 2006 and in accordance with applicable International Financial Reporting Standards ("IFRSs") as adopted by the European Union. There are no accounting policies where the use of assumptions and estimates are determined to be significant in the financial statements.

#### 1.2 Financial assets and liabilities

Financial assets comprise Amounts due from group undertakings. Financial liabilities comprise Amounts due to group undertakings.

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are derecognised when the rights to receive cash flows, or obligations to pay cash flows, have expired.

Interest bearing financial assets and liabilities are recognised and measured at amortised cost inclusive of transaction costs, using the effective interest rate method.

The fair value of a financial instrument is the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The directors consider that there are no significant differences between the carrying amounts shown in the Balance sheet and the fair value.

#### 1.3 Cash and cash equivalents

For the purposes of the Balance sheet and Cash flow statement, Cash and cash equivalents comprise balances with less than three months' maturity.

#### 1.4 Taxation, including deferred income taxes

Current tax which is payable or receivable on taxable profits or losses is recognised as an expense or credit in the period in which the profits or losses arise.

Tax assets and liabilities are offset when they arise in the same tax reporting group and where there is both a legal right of offset and the intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

#### 1.5 Financial strategy

The Company does not trade in financial instruments, nor does it use derivatives.

### 2. Risk management policy

The Company's operations no longer expose it to credit risk, liquidity risk, interest rate risk, foreign exchange risk, market risk, or business risk. Responsibility for the control of overall risk lies with the board of directors, operating within a management framework established by the intermediate parent, Lloyds TSB Asset Finance Division Limited, and the ultimate parent, Lloyds Banking Group plc. The interest rate and liquidity risk faced by the Company is in substance managed and borne by other group undertakings which fund the Company.

### 3. Profit before tax

The following items have been included in arriving at Profit before tax

	2012 £'000	2011 £'000
Impairment gains	-	27

All agreements had terminated by 2011 year end. On review of the old trading balances remaining on the ledgers, no amounts were deemed appropriate to be held going forward and were released to the Statement of other comprehensive income during 2011.

## Notes to the financial statements (continued)

For the year ended 30 September 2012

### 3. Profit before tax (continued)

	2012 £'000	2011 £'000
<b>Other operating expenses</b>		
Fees payable to the Company's auditor		
- Audit of the financial statements	-	1

### 4. Staff costs

The Company did not employ any persons during the year (2011 none) Accounting and administrative services are provided by a fellow subsidiary undertaking and are not recharged to the Company

### 5. Directors' emoluments

No director received any fees or emoluments during the year (2011 £nil) The directors are employed by other companies within the Lloyds Banking Group or companies controlled by Inchcape plc and consider that their services to the Company are incidental to their other responsibilities within these organisations (see also note 10)

### 6. Taxation

	2012 £'000	2011 £'000
<b>Analysis of charge for the year</b>		
UK corporation tax		
- Current tax on taxable profit for the year	-	7

Corporation tax is calculated at a rate of 25.0% (2011 27.0%) of the taxable profit for the year. There are no factors that affect the tax charge for the year. The effective rate of corporation tax is the same as the actual rate of corporation tax in both years.

### 7. Other current assets

	2012 £'000	2011 £'000
Amounts due from group undertakings (see note 10)	2,410	2,410

Amounts due from group undertakings are secured, non-interest bearing and repayable on demand. The fair value of Amounts due from group undertakings is equal to the carrying amount. No provisions have been recognised in respect of Amounts due from group undertakings.

### 8. Borrowed funds

	2012 £'000	2011 £'000
Amounts due to group undertakings (see note 10)	13	13

Amounts due to group undertakings are unsecured, are non-interest bearing and repayable on demand, although there is no expectation that such a demand would be made. The fair value of Amounts due to group undertakings is equal to the carrying amount. No provisions have been recognised in respect of Amounts due to group undertakings.



## Notes to the financial statements (continued)

For the year ended 30 September 2012

### 9. Share capital

	2012 £'000	2011 £'000
<b>Allotted, issued and fully paid</b>		
2 ordinary shares of £1 each	-	-

At 30 September 2012, the authorised share capital of the Company was £1,000 divided into 1,000 shares of £1 each

The immediate parent company is M E V C Finance Limited (incorporated in England and Wales) The company regarded by the directors as the ultimate parent company is Lloyds Banking Group plc (incorporated in Scotland), which is also the parent undertaking of the largest group of undertakings for which group accounts are drawn up and of which the Company is a member Lloyds TSB Bank plc is the parent undertaking of the smallest such group of undertakings Copies of the accounts of both companies may be obtained from Group Secretariat, Lloyds Banking Group plc, 25 Gresham Street, London, EC2V 7HN

### 10. Related party transactions

The Company is controlled by M E V C Finance Limited The Company was established under the terms of a trading arrangement between Inchcape plc and various companies within the Lloyds TSB Asset Finance Division Limited sub group of Lloyds Banking Group plc Under the terms of this arrangement, Inchcape Fleet Solutions Limited (a subsidiary of Inchcape plc) supplied vehicles to Rental Management Services Limited, which in turn supplied the Company with vehicles for leasing to customers

A summary of the outstanding balances at the year end are set out below

	2012 £'000	2011 £'000
<b>Amounts due from group undertakings</b>		
Black Horse Finance Holdings Limited (see note 7)	2,410	2,410
<b>Amounts due to group undertakings</b>		
IFS Contract Hire Limited (see note 8)	13	13

#### Key management personnel

Key management personnel are those persons having authority and responsibility for planning and controlling the activities of the Company Accordingly, key management comprise the directors of the Company and the members of the Lloyds Banking Group plc board There were no transactions between the Company and key management personnel during the current or preceding year Key management personnel are employed by other companies within the Lloyds Banking Group or the Inchcape group and consider that their services to the Company are incidental to their other activities within those groups

### 11. Capital disclosures

The Company's parent manages the Company's capital structure and advises the board of directors to consider making adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets In order to maintain or adjust the capital structure, the board of directors may adjust the amount of dividends to be paid to shareholders, return capital to shareholders, issue new shares, or sell assets

The Company's capital comprises all components of equity, movements in which appear in the Statement of changes in equity The Company receives its funding requirements from its fellow group undertakings and does not raise funding externally

### 12. Contingent liabilities and capital commitments

There were no contingent liabilities or contracted capital commitments at the balance sheet date (2011 £nil)

### 13. Post balance sheet events

There are no post balance sheet events requiring disclosure in these financial statements